

**CASE NAME: CIRCUIT CITY STORES, INC., ET AL.**

**ACCRUAL BASIS**

**CASE NUMBER: 08-35653**

**JUDGE: KEVIN R. HUENNEKENS**

**UNITED STATES BANKRUPTCY COURT**

**EASTERN DISTRICT OF VIRGINIA**

**RICHMOND DIVISION**

**MONTHLY OPERATING REPORT**

**MONTH ENDING: NOVEMBER 1, 2009 TO NOVEMBER 30, 2009**

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCRUAL BASIS-1 THROUGH ACCRUAL BASIS-7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY): IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

**RESPONSIBLE PARTY:**

/s/ MICHELLE O. MOSIER  
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY

VICE PRESIDENT AND CONTROLLER  
TITLE

MICHELLE O. MOSIER  
PRINTED NAME OF RESPONSIBLE PARTY

JANUARY 15, 2010  
DATE

**PREPARER:**

/s/ ANN P. PIETRANTONI  
ORIGINAL SIGNATURE OF PREPARER

DIRECTOR, FINANCIAL REPORTING  
TITLE

ANN P. PIETRANTONI  
PRINTED NAME OF PREPARER

JANUARY 15, 2010  
DATE

CASE NAME: CIRCUIT CITY STORES, INC., ET AL.

ACCRUAL BASIS-1

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## BALANCE SHEET

(amounts in thousands)

	11/30/2009
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	330,403
Restricted cash	13,281
Short-term investments	1,048
Accounts receivable, net	354,896
Income tax receivable	74,762
Prepaid expenses and other current assets	6,376
Intercompany receivables and investments in subsidiaries	85,185
<b>TOTAL CURRENT ASSETS</b>	<b>865,951</b>
Property and equipment	6,871
Accumulated depreciation	(3,428)
Net property and equipment	3,443
Other assets	12,589
<b>TOTAL ASSETS</b>	<b>881,983</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
Merchandise payable	176,735
Expenses payable	19,674
Accrued expenses and other current liabilities	32,745
Intercompany payables	607
<b>TOTAL CURRENT LIABILITIES</b>	<b>229,761</b>
Deferred income taxes	7,084
<b>LIABILITIES NOT SUBJECT TO COMPROMISE</b>	<b>236,845</b>
<b>LIABILITIES SUBJECT TO COMPROMISE</b>	<b>1,388,807</b>
<b>TOTAL LIABILITIES</b>	<b>1,625,652</b>
<b>STOCKHOLDERS' EQUITY</b>	
Common stock	435,612
Additional paid-in capital	304,915
Retained deficit	(1,474,837)
Accumulated other comprehensive loss	(9,359)
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>(743,669)</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>881,983</b>

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**ACCRUAL BASIS-2**

**INCOME STATEMENT**

*(Amounts in thousands)*

**11/1/2009 - 11/30/2009**

<b>Net sales</b>	-
Cost of sales, buying and warehousing	-
<b>Gross profit</b>	-
Selling, general and administrative expenses	3,597
<b>Operating loss</b>	(3,597)
Interest income	-
Interest expense	-
Loss before reorganization items, GAAP reversals and income taxes	(3,597)
Net loss from reorganization items	(13,536)
Net gain from GAAP reversals	-
Income tax expense (1)	-
<b>Net loss</b>	(17,133)

(1) During November 2009, the company did not record a full tax provision.

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ACCRUAL BASIS-2

## INCOME STATEMENT

*(Amounts in thousands)*

11/10/2008 - 11/30/2009

Net sales	3,200,966
Cost of sales, buying and warehousing	2,825,511
<b>Gross profit</b>	375,455
Selling, general and administrative expenses	1,070,724
Asset impairment charges (1)	756,785
<b>Operating loss</b>	(1,452,054)
Interest income	90
Interest expense	24,695
Loss before reorganization items, GAAP reversals and income taxes	(1,476,659)
Net loss from reorganization items	(634,318)
Net gain from GAAP reversals (2)	282,255
Income tax benefit	894
<b>Net loss</b>	(1,827,828)

(1) The company recorded non-cash impairment charges of \$756.8 million during the period between 11/10/2008 and 11/30/2009. The charges were primarily related to long-lived assets at the company's stores and the company's investment in its Canadian subsidiary.

(2) During the period between 1/1/09 and 11/30/09, the company reversed items that had been recorded solely for purposes of complying with generally accepted accounting principles. Items reversed include accrued straight-line rent, certain liabilities subject to compromise and other reserves established under GAAP. The net impact of these GAAP reversals was a non-cash gain of \$282.3 million.

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ACCRUAL BASIS-3

## CASH RECEIPTS AND DISBURSEMENTS

(amounts in thousands)

	11/1/2009 - 11/30/2009
Operating Activities:	
Net loss	\$ (17,133)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Net loss from reorganization items	13,536
Other	(150)
Changes in operating assets and liabilities:	
Restricted cash and cash held by BOA	335
Accounts receivable, net	4,891
Prepaid expenses & other current assets	2
Other assets	40
Merchandise payable	(1,339)
Expenses payable	3,389
Accrued expenses, other current liabilities and income taxes	(33,141)
Net cash provided by operating activities before reorganization items	(29,570)
Cash effect of reorganization items (professional fees)	(2,865)
Net cash provided by operating activities	(32,435)
Financing Activities:	
Change in overdraft balances	(52)
Net cash used in financing activities	(52)
Increase in cash and cash equivalents	(32,487)
Cash and cash equivalents at beginning of period	362,890
Cash and cash equivalents at end of period	\$ 330,403

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## CASH RECEIPTS AND DISBURSEMENTS

(amounts in thousands)

	11/10/2008 - 11/30/2009
Operating Activities:	
Net loss	(1,827,828)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Net loss from reorganization items	634,318
Net gain from GAAP reversals	(282,255)
Depreciation expense	44,297
Amortization expense	4
Asset impairment charges	756,785
Stock-based compensation benefit	(8,447)
Loss on dispositions of property & equipment	453,029
Provision for deferred income taxes	3,383
Other	(9,813)
Changes in operating assets and liabilities:	
Restricted cash and cash held by BOA	(13,281)
Accounts receivable, net	(95,679)
Merchandise inventory	1,605,958
Prepaid expenses & other current assets	87,099
Other assets	17,555
Merchandise payable	(3,836)
Expenses payable	(50,821)
Accrued expenses, other current liabilities and income taxes	(131,336)
Intercompany receivables	6,688
Other long-term liabilities	(231,876)
Net cash provided by operating activities before reorganization items	<b>953,944</b>
Cash effect of reorganization items (professional fees & settlement of receivables)	<b>11,300</b>
Net cash provided by operating activities	<b>965,244</b>
Investing Activities:	
Purchases of property and equipment	(748)
Dividend received from captive insurance subsidiary	8,952
Proceeds from sales of property & equipment	72,414
Net cash provided by investing activities	<b>80,618</b>
Financing Activities:	
Proceeds from DIP borrowings	2,961,203
Principal payments on DIP borrowings	(3,691,794)
Principal payments on other short-term borrowings	(198)
Proceeds from long-term debt	401
Principal payments on long-term debt	(1,983)
Change in overdraft balances	(4,420)
Net cash used in financing activities before reorganization items	<b>(736,791)</b>
Cash effect of reorganization items (debt issuance costs)	<b>(26,682)</b>
Net cash used in financing activities	<b>(763,473)</b>
Increase in cash and cash equivalents	<b>282,389</b>
Cash and cash equivalents at beginning of period	<b>48,014</b>
Cash and cash equivalents at end of period	<b>\$ 330,403</b>

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ACCOUNTS RECEIVABLE AGING	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
		9/30/2009	10/31/2009	11/30/2009
1. 0-30		462,464	-	-
2. 31-60		-	-	-
3. 61-90		5,945	-	-
4. 91+		452,022,580	421,284,037	356,011,405
5. TOTAL ACCOUNTS RECEIVABLE		\$ 452,490,989	\$ 421,284,037	\$ 356,011,405
6. AMOUNT CONSIDERED UNCOLLECTIBLE		1,115,696	1,115,696	1,115,696
7. ACCOUNTS RECEIVABLE (NET)		\$ 451,375,293	\$ 420,168,341	\$ 354,895,709

AGING OF POSTPETITION TAXES AND PAYABLES					MONTH: 11/1/2009 - 11/30/2009
TAXES PAYABLE	0-30 DAYS	31-60 DAYS	61-90 DAYS	91+ DAYS	TOTAL
1. FEDERAL	\$ 26,619	\$ -	\$ -	\$ -	\$ 26,619
2. STATE	-	-	-	240,763	240,763
3. LOCAL	7,331,582	93,452	47,159	2,787,888	10,260,081
4. OTHER (SEE APPENDIX A)	425,816	-	-	15,713,117	16,138,933
5. TOTAL TAXES PAYABLE	\$ 7,784,017	\$ 93,452	\$ 47,159	\$ 18,741,768	\$ 26,666,396
6. MERCHANDISE PAYABLE	\$ -	\$ -	\$ -	\$ 176,735,432	\$ 176,735,432
EXPENSES PAYABLE	\$ 508,472	\$ 258,596	\$ 126,661	\$ 18,779,772	\$ 19,673,501

STATUS OF POSTPETITION TAXES					MONTH: 11/1/2009 - 11/30/2009
	BEGINNING TAX LIABILITY*	AMOUNT WITHHELD AND/ OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY	
<b>FEDERAL</b>					
1. WITHHOLDING**	\$ 14,873	\$ 66,698	\$ (62,138)	\$ 19,433	
2. FICA-EMPLOYEE**	2,973	12,552	(11,932)	3,593	
3. FICA-EMPLOYER**	2,973	12,552	(11,932)	3,593	
4. UNEMPLOYMENT	-	-	-	-	
5. INCOME	-	-	-	-	
6. OTHER (ATTACH LIST)	-	-	-	-	
7. TOTAL FEDERAL TAXES	\$ 20,819	\$ 91,802	\$ (86,002)	\$ 26,619	
<b>STATE AND LOCAL &amp; OTHER</b>					
8. WITHHOLDING	\$ -	\$ -	\$ -	\$ -	
9. SALES	239,336	1,427	-	240,763	
10. EXCISE	-	-	-	-	
11. UNEMPLOYMENT	-	-	-	-	
12. REAL PROPERTY	23,128	1,949	-	25,077	
13. PERSONAL PROPERTY	10,235,004	-	-	10,235,004	
14. OTHER (SEE APPENDIX A)	16,138,933	-	-	16,138,933	
15. TOTAL STATE & LOCAL & OTHER	\$ 26,636,401	\$ 3,376	\$ -	\$ 26,639,777	
16. TOTAL TAXES	\$ 26,657,220	\$ 95,178	\$ (86,002)	\$ 26,666,396	

\* The beginning tax liability should represent the liability from the prior month or, if this is the first operating report, the amount should be zero.

\*\* Attach photocopies of IRS Form 6123 or your FTD coupon and payment receipt to verify payment or deposit.

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**APPENDIX A**

**OTHER TAXES PAYABLE**

	<u>0-30 days</u>	<u>31-60 days</u>	<u>61-90 days</u>	<u>91+ days</u>	<u>Total</u>
State & Local Income Taxes	\$ 425,816	\$ -	\$ -	\$ -	425,816
Business Licenses and Gross Receipts Taxes	-	-	-	870,272	870,272
Real Estate Taxes (passed through by landlord)	-	-	-	14,842,845	14,842,845
Other Taxes Payable	<u>\$ 425,816</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,713,117</u>	<u>\$16,138,933</u>

**STATUS OF POSTPETITION TAXES - OTHER TAXES**

	<u>Beginning</u> <u>Tax Liability</u>	<u>Amount</u> <u>Withheld</u>	<u>Amount Paid</u>	<u>Ending Tax</u> <u>Liability</u>
<b><u>Other Taxes</u></b>				
State & Local Income Taxes (1) (2)	\$ 425,816	\$ -	\$ -	\$ 425,816
Business Licenses and Gross Receipts Taxes	870,272	-	-	\$ 870,272
Real Estate Taxes (passed through by landlord)	14,842,845	-		\$ 14,842,845
Total Other Taxes	<u>\$16,138,933</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,138,933</u>

(1) Income/Franchise taxes related to the fiscal year ending 2/28/09 are considered "postpetition" taxes because the ending date of the period on which the returns are based is postpetition.

(2) During March - November 2009, the company did not record a full tax provision. Therefore, the ending tax liability does not include an additional accrual for that period of time.



CASE NAME: CIRCUIT CITY STORES, INC., ET AL.

ACCRUAL BASIS-5

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The debtor in possession must complete the reconciliation below for each bank account, including all general, payroll and tax accounts, as well as all savings and investment accounts, money market accounts, certificates of deposit, government obligations, etc. Accounts with restricted funds should be identified by placing an asterisk next to the account number. Attach additional sheets if necessary.

MONTH: 11/1/2009 - 11/30/2009

BANK RECONCILIATIONS				
	Account #1	Account #2	Account #3	
A. BANK:	see APPENDIX B			TOTAL
B. ACCOUNT NUMBER:				
C. PURPOSE (TYPE):				
1. BALANCE PER BANK STATEMENT				
2. ADD: TOTAL DEPOSITS NOT CREDITED				
3. SUBTRACT: OUTSTANDING CHECKS				
4. OTHER RECONCILING ITEMS				
5. MONTH END BALANCE PER BOOKS				\$ 343,683,390
6. NUMBER OF LAST CHECK WRITTEN				

INVESTMENT ACCOUNTS				
BANK, ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
7.				
8.				
9.				
10.				
11. TOTAL INVESTMENTS			\$ -	\$ -

CASH	
12. CURRENCY ON HAND	\$ -
13. TOTAL CASH - END OF MONTH	\$ 343,683,390

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**APPENDIX B**

G/L Acct #	Account Name	Bank Acct #	Debtor	Description	Bank Balance	G/L Balance	As of Date	Reconciled as of 11/30/09
101003	Wachovia Circuit City Master	2055275431509	Circuit City Stores, Inc.	Funding Account	2,316	20,716,404	11/30/2009	Y
101003	Wachovia Circuit City Main Disbursement	2000045277427	Circuit City Stores, Inc.	Funding Account	20,714,088	-	11/30/2009	Y
101004	BOA Main Account	4426954215	Circuit City Stores, Inc.	Funding Account	308,927,541	308,927,541	11/30/2009	Y
101063	Wachovia Sublease Lockbox	2055303192189	Circuit City Stores, Inc.	Depository Account	-	-	11/30/2009	Y
101678	Escrow Deposit	4426874887	Circuit City Stores, Inc.	Escrow Account	-	-	11/30/2009	Y
101679	Escrow Deposit	4426876681	Circuit City Stores, Inc.	Escrow Account	7,953,342	7,953,342	11/30/2009	Y
101092	BOA Data Mailer (Payroll)	7313200844	Circuit City West Coast	Payroll Account	-	34,322	11/30/2009	Y
101100	Suntrust Concentration	88001883706	Circuit City Stores, Inc.	Funding Account	4,932	-	11/30/2009	Y
101117	Chase Store Depository	744447244	Circuit City Stores, Inc.	Depository Account	-	1,116	11/30/2009	Y
101210	Wachovia Trading Circuit	2000022979133	Circuit City Stores, Inc.	Depository Account	-	-	11/30/2009	Y
101217	Wachovia Payroll	2079900613908	XS Stuff, LLC	Payroll Account	13,653	16,163	11/30/2009	Y
101219	Wachovia Corporate Depository	2055305959993	Circuit City Stores, Inc.	Depository Account	-	-	11/30/2009	Y
101249	Wachovia Empire Blue Cross	2079920015191	Circuit City Stores, Inc.	Depository Account	-	-	11/30/2009	Y
101255	Wachovia Service Payables	2079900056044	Circuit City Stores, Inc.	Disbursement Account	-	(1,062,476)	11/30/2009	Y
101307	Chase CC Empire Blue Cross	475600266	Circuit City Stores, Inc.	Depository Account	1,042,722	659,272	11/30/2009	Y
101332	Suntrust EP Disbursement	8800606660	Circuit City Stores, Inc.	Disbursement Account	-	-	11/30/2009	Y
101453	Solutran Citizens State Bank Parago Funding Acct	737934	Circuit City Stores, Inc.	Funding Account	50,513	50,513	11/30/2009	Y
101530	Wachovia Ventoux International	2000022979528	Ventoux International	Depository Account	1,050,000	1,050,000	11/30/2009	Y
101580	Wachovia Aviation	2000035264767	Circuit City Stores, Inc.	Depository Account	-	10,000	11/30/2009	Y
101677	BA Liquidation Acct	4426864923	Circuit City Stores, Inc.	Escrow Account	5,327,193	5,327,193	11/30/2009	Y
					<u>\$ 345,086,300</u>	<u>\$ 343,683,390</u>		

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ACCRUAL BASIS-6

MONTH: 11/1/2009 - 11/30/2009

**PAYMENTS TO INSIDERS AND PROFESSIONALS**

OF THE TOTAL DISBURSEMENTS SHOWN FOR THE MONTH, LIST THE AMOUNT PAID TO INSIDERS (AS DEFINED IN SECTION 101 (31) (A)-(F) OF THE U.S. BANKRUPTCY CODE) AND TO PROFESSIONALS. ALSO, FOR PAYMENTS TO INSIDERS, IDENTIFY THE TYPE OF COMPENSATION PAID (e.g. SALARY, BONUS, COMMISSIONS, INSURANCE, HOUSING ALLOWANCE, TRAVEL, CAR ALLOWANCE, ETC.). ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
1.			
2.			
3.			
4.			
5.			
6. TOTAL PAYMENTS TO INSIDERS (1)			

PROFESSIONALS						
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID *	
1. FTI Consulting, Inc.			\$ 475,775	\$ 7,247,867	\$ 742,557	
2. Kirkland & Ellis LLP			-	283,281	7,737	
3. KPMG LLP			-	926,558	-	
4. Kurtzman Carson Consultants LLC			990,534	6,528,519	514,471	
5. McGuire Woods, LLP			273,136	3,211,009	385,464	
6. Skadden, Arps, Slate, Meagher & Flom, LLP			539,151	8,670,920	1,680,243	
7. Ernst & Young LLP			-	1,777,554	17,668	
8. Tavenner & Beran, PLC	11/5/2009	\$ 37,112	19,585	218,695	17,322	
9. Jefferies & Company, Inc.			119,923	658,254	-	
10. Pachulski, Stang, Ziehl & Jones	11/5/2009	\$ 366,614	82,948	2,422,597	148,881	
11. Rothschild Inc.			-	3,017,829	-	
12. Protiviti	11/5/2009	\$ 453,547	344,863	2,116,848	537,468	
13. DJM Realty Services, LLC			-	741,139	-	
14. Lucy Thomson			\$ 19,250	74,526	-	
TOTAL PAYMENTS TO PROFESSIONALS		\$ 857,273	\$ 2,865,165	\$ 37,895,596	\$ 4,051,811	

\* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

**POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS**

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POSTPETITION
1. Leases (2)	\$ 6,500	\$ 6,500	\$ 11,008,541
2.			
3.			
4.			
5.			
6. TOTAL	\$ 6,500	\$ 6,500	\$ 11,008,541

- Other than salary, fees and benefit payments made in the ordinary course of business and reimbursements for business expenses, no payments have been made to insiders during the reporting period.
- The leases line item is made up of several landlords. As such, only the total amount is reported in this schedule. The unpaid balance remaining at 11/30/2009 primarily includes some rent payments due for the period from 11/10/2008 - 11/30/2008.

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MONTH: 11/1/2009 - 11/30/2009

#### QUESTIONNAIRE

	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		X
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		X
3. ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES?	X	
4. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?		X
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		X
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		X
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		X
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?	X	
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?	X	
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?	X	
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?	X	
12. ARE ANY WAGE PAYMENTS PAST DUE?		X

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

- Intercompany transactions in the ordinary course of business have given rise to postpetition receivables.
- Certain real estate taxes are passed through to the debtors from the landlords. A portion of these real estate taxes is past due.
- Certain business license taxes that covered both prepetition and postpetition periods were due on or before 11/30/2009 but were not paid.
- The rent for some store leases owed for the period 11/10/2008 through 11/30/2008 is past due; these payments are being held pursuant to a Court order. In addition, due to the liquidation proceedings, the debtors are currently reconciling amounts due to post-petition creditors, which has slowed creditor payments.
- Pursuant to motions granted by the Bankruptcy Court, the debtors have paid prepetition taxes.

#### INSURANCE

	YES	NO
1. ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?	X	
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?	X	
3. PLEASE ITEMIZE POLICIES BELOW.		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSTALLMENT PAYMENTS			
TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY
Workers' Compensation & Employer's Liability	ACE American Insurance Company	4/1/09 - 4/1/10	\$4,396 paid at inception, \$4,089 paid on 7/29/09 and \$203 paid on 9/29/09
General Liability and Non-owned Auto Liability	First Specialty Insurance Company	4/1/09 - 4/1/10	\$85,000 paid at inception
Excess Liability	RSUI Indemnity Company	4/1/09 - 4/1/10	\$55,000 paid at inception
Foreign Liability Package	Insurance Company of the State of Pennsylvania	1/1/09 - 1/1/10	\$6,156 paid at inception
Fiduciary	Chubb Group	12/1/08 - 12/1/09	\$145,000 paid at inception
Fiduciary Excess	Arch Insurance Group	12/1/08 - 12/1/09	\$121,800 paid at inception
Crime	Chubb Group	12/1/08 - 12/1/09	\$75,000 paid at inception
Kidnap and Ransom	Chubb Group	12/1/08 - 12/1/09	\$5,000 paid at inception
D&O (Traditional) - Primary	AIG	12/1/08 - 12/1/09	\$185,000 paid at inception
D&O (Traditional) - Layer 1	ACE American Insurance Company	12/1/08 - 12/1/09	\$166,500 paid at inception
D&O (Traditional) - Layer 2	XL Insurance	12/1/08 - 12/1/09	\$150,000 paid at inception
D&O (Traditional) - Layer 3	Valiant Insurance Group	12/1/08 - 12/1/09	\$135,000 paid at inception
D&O (Traditional) - Layer 4	C.V. Starr & Co., Inc.	12/1/08 - 12/1/09	\$115,000 paid at inception
Runoff D&O - Primary	CNA	12/1/08 - 12/1/14	\$1,177,500 paid at inception
Runoff D&O - Layer 1	Chubb Group	12/1/08 - 12/1/14	\$487,500 paid at inception
Runoff D&O - Layer 2 (Year 1)	Great American Insurance Group	12/1/08 - 12/1/14	\$240,000 paid at inception
Runoff D&O - Layer 2 (Years 2 - 6)	Axis Insurance	12/1/08 - 12/1/14	\$240,000 paid at inception
Runoff D&O - Layer 3	Travelers	12/1/08 - 12/1/14	\$822,000 paid at inception
Runoff D&O - Layer 4	Axis Insurance	12/1/08 - 12/1/14	\$698,700 paid at inception
Runoff D&O - Layer 5	RSUI Group, Inc.	12/1/08 - 12/1/14	\$589,050 paid at inception
Runoff D&O - Layer 6	Arch Insurance Group	12/1/08 - 12/1/14	\$540,000 paid at inception
Runoff D&O - Layer 7 (Side A DIC)	XL Insurance	12/1/08 - 12/1/14	\$1,275,000 paid at inception
Runoff D&O - Layer 8	Chubb Group	12/1/08 - 12/1/14	\$375,000 paid at inception
Property - All Risk	Columbia Casualty Company	8/15/09 - 8/15/10	\$77,290 paid at inception